
State: District of Columbia **First Filing Company:** American Zurich Insurance Company, ...
TOI/Sub-TOI: 01.0 Property/01.0001 Commercial Property (Fire and Allied Lines)
Product Name: Multistate Commercial Property ISO Business Income Options # 43207
Project Name/Number: /43207

Filing at a Glance

Companies: American Zurich Insurance Company
American Guarantee and Liability Insurance Company
Zurich American Insurance Company of Illinois
Zurich American Insurance Company
Empire Fire and Marine Insurance Company

Product Name: Multistate Commercial Property ISO Business Income Options # 43207

State: District of Columbia

TOI: 01.0 Property

Sub-TOI: 01.0001 Commercial Property (Fire and Allied Lines)

Filing Type: Rate/Rule

Date Submitted: 02/11/2020

SERFF Tr Num: ZURC-132250838

SERFF Status: Submitted to State

State Tr Num:

State Status:

Co Tr Num: 43207

Effective Date 06/01/2020

Requested (New):

Effective Date 06/01/2020

Requested (Renewal):

Author(s): Telese Hampton

Reviewer(s):

Disposition Date:

Disposition Status:

Effective Date (New):

Effective Date (Renewal):

State: District of Columbia **First Filing Company:** American Zurich Insurance Company, ...
TOI/Sub-TOI: 01.0 Property/01.0001 Commercial Property (Fire and Allied Lines)
Product Name: Multistate Commercial Property ISO Business Income Options # 43207
Project Name/Number: /43207

General Information

Project Name: Status of Filing in Domicile:
Project Number: 43207 Domicile Status Comments:
Reference Organization: Reference Number:
Reference Title: Advisory Org. Circular:
Filing Status Changed: 02/11/2020
State Status Changed: Deemer Date:
Created By: Telese Hampton Submitted By: Telese Hampton
Corresponding Filing Tracking Number: ZURC-132250837

Filing Description:

The purpose of this filing is to submit a new optional endorsement that attaches to the following ISO Commercial Property Coverage Forms:

Business Income (And Extra Expense) Coverage Form
Business Income (Without Extra Expense) Coverage Form

We have included an Explanatory Memo for you to review.

Company and Contact

Filing Contact Information

Telese Hampton, Regulatory Services Telese.Hampton@zurichna.com
Analyst
1299 Zurich Way 847-330-3594 [Phone]
Schaumburg, IL 60196

State: District of Columbia **First Filing Company:** American Zurich Insurance Company, ...
TOI/Sub-TOI: 01.0 Property/01.0001 Commercial Property (Fire and Allied Lines)
Product Name: Multistate Commercial Property ISO Business Income Options # 43207
Project Name/Number: /43207

Filing Company Information

American Zurich Insurance
Company
1299 Zurich Way
Schaumburg, IL 60196
(847) 605-6000 ext. [Phone]

CoCode: 40142
Group Code: 212
Group Name:
FEIN Number: 36-3141762

State of Domicile: Illinois
Company Type:
State ID Number:

American Guarantee and Liability
Insurance Company
1299 Zurich Way
Schaumburg, IL 60196
(847) 605-6000 ext. [Phone]

CoCode: 26247
Group Code: 212
Group Name:
FEIN Number: 36-6071400

State of Domicile: New York
Company Type:
State ID Number:

Zurich American Insurance
Company of Illinois
1299 Zurich Way
Schaumburg, IL 60196
(847) 605-6000 ext. [Phone]

CoCode: 27855
Group Code: 212
Group Name:
FEIN Number: 36-2781080

State of Domicile: Illinois
Company Type:
State ID Number:

Zurich American Insurance
Company
1299 Zurich Way
Schaumburg, IL 60196
(847) 605-6000 ext. [Phone]

CoCode: 16535
Group Code: 212
Group Name:
FEIN Number: 36-4233459

State of Domicile: New York
Company Type:
State ID Number:

Empire Fire and Marine Insurance
Company
13810 FNB Parkway
Omaha, NE 68154-5202
(847) 605-6000 ext. [Phone]

CoCode: 21326
Group Code: 212
Group Name:
FEIN Number: 47-6022701

State of Domicile: Illinois
Company Type:
State ID Number:

Filing Fees

Fee Required? No

Retaliatory? No

Fee Explanation:

SERFF Tracking #:	ZURC-132250838	State Tracking #:		Company Tracking #:	43207
State:	District of Columbia	First Filing Company:	American Zurich Insurance Company, ...		
TOI/Sub-TOI:	01.0 Property/01.0001 Commercial Property (Fire and Allied Lines)				
Product Name:	Multistate Commercial Property ISO Business Income Options # 43207				
Project Name/Number:	/43207				

Rate Information

Rate data does NOT apply to filing.

State:	District of Columbia	First Filing Company:	American Zurich Insurance Company, ...
TOI/Sub-TOI:	01.0 Property/01.0001 Commercial Property (Fire and Allied Lines)		
Product Name:	Multistate Commercial Property ISO Business Income Options # 43207		
Project Name/Number:	/43207		

Rate/Rule Schedule

Item No.	Schedule Item Status	Exhibit Name	Rule # or Page #	Rate Action	Previous State Filing Number	Attachments
1		Business Income Options for the Period of Restoration	54.D	New		ISO Rating Rule 54 D Exception Page.pdf

COMMERCIAL LINES MANUAL
DIVISION FIVE – FIRE AND ALLIED LINES
EXCEPTION PAGE

COUNTRYWIDE

SECTION II
COVERAGE FORM RULES

RULE 54.D

Business Income Changes – Beginning of the Period of Restoration

Business Income Changes – Options for Period of Restoration Endorsement- U-CP-758

Replacing ISO Rule 54.D. in its entirety.

D. Business Income Changes - Beginning of The Period of Restoration

1. Description of Coverage

Business Income (And Extra Expense) Coverage Form **CP 00 30** and Business Income (Without Extra Expense) Coverage Form **CP 00 32** may be amended to provide that the 72-hour time period contained in the "period of restoration" definition and in the Civil Authority Additional Coverage is eliminated or replaced by 24, 120, or 168 hours.

2. Form

Use Business Income - Options for Period of Restoration Endorsement U-CP-758. Indicate in the Schedule of Endorsement U-CP-758 whether the 72-hour time period is being eliminated or replaced by 24, 120, or 168 hours.

3. Rating

- a. If the 72-hour time period is being eliminated, multiply the time element rate by a factor of 1.150
- b. If the 72-hour time period is being replaced by 24 hours, multiply the time element rate by a factor of 1.100
- c. If the 72-hour time period is being replaced by 120 hours, multiply the time element rate by a factor of 0.993
- d. If the 72-hour time period is being replaced by 168 hours, multiply the time element rate by a factor of 0.987

State:	District of Columbia	First Filing Company:	American Zurich Insurance Company, ...
TOI/Sub-TOI:	01.0 Property/01.0001 Commercial Property (Fire and Allied Lines)		
Product Name:	Multistate Commercial Property ISO Business Income Options # 43207		
Project Name/Number:	/43207		

Supporting Document Schedules

Bypassed - Item:	Consulting Authorization
Bypass Reason:	N/A
Attachment(s):	
Item Status:	
Status Date:	

Satisfied - Item:	Actuarial Certification (P&C)
Comments:	
Attachment(s):	Actuarial Memo.pdf
Item Status:	
Status Date:	

Bypassed - Item:	District of Columbia and Countrywide Experience for the Last 5 Years (P&C)
Bypass Reason:	N/A
Attachment(s):	
Item Status:	
Status Date:	

Bypassed - Item:	District of Columbia and Countrywide Loss Ratio Analysis (P&C)
Bypass Reason:	N/A
Attachment(s):	
Item Status:	
Status Date:	

Business Income Changes – Beginning of the Period of Restoration

Actuarial Memorandum – Rates

We are replacing ISO Rule 54.D., where we are proposing to add 120 and 168-hour time period options for Business Income Changes – Beginning of the Period of Restoration. Rate support for these additional options is based off a competitor (Fireman's Fund). The existing rating options and factors for the elimination of the 72-hour time period and the 24-hour time period are not being revised.

Specifically, for the options being added, the credits for the 120 and 168-hour options in the Fireman's Fund filing are 1.333% and 2.000%, respectively. We converted these credits to factors and rebased to 72 hours. The credit for 72 hours to which we rebased to in the Fireman's Fund filing is 0.667%. The proposed factors for the 120 and 168-hour options are 0.993 and 0.987, respectively. Please see the table below for how the proposed factors were calculated:

	(1)	(2) = (1)/(1 _{base of 72 hours})	(3) = (2) rounded to 3 digits
Beginning of the Period of Restoration	Fireman's Fund Factor (Converted from %credit)	Proposed Factor	Proposed Factor (Rounded to 3 digits)
72 hours	0.99333	1.00000	1.000
120 hours	0.98667	0.99330	0.993
168 hours	0.98000	0.98658	0.987

There is no rate impact due to the replaced rule as the rating options we are filing are new.